

Forecast Financial Statements

Ministry of Pacific Island Affairs

Statement of Forecast Comprehensive Income for the year ending 30 June 2013

	Note	2010/11	2011/12		2012/13
		Actual \$000	In 2011 Budget \$000	Estimated Actual \$000	Budgeted \$000
Income					
Crown		6,230	6,235	6,335	6,108
Department(s)		104	92	312	23
Other revenue		298	-	107	-
Gains		-	-	-	-
Interest		-	-	-	-
Total Income		6,632	6,327	6,754	6,131
Expenses					
Personnel		4,079	4,206	4,110	4,082
Operating	1	2,223	1,936	2,458	1,863
Depreciation and amortisation		123	108	104	109
Capital charge		77	77	82	77
Finance costs		-	-	-	-
Other		-	-	-	-
Total Expenses		6,502	6,327	6,754	6,131
Net Surplus / (Deficit)		130	-	-	-
Other comprehensive income		-	-	-	-
Total Comprehensive Income		130	-	-	-

Statement of Forecast Changes in Taxpayers' Funds for the year ending 30 June 2013

	Note	2010/11	2011/12		2012/13
		Actual \$000	In 2011 Budget \$000	Estimated Actual \$000	Budgeted \$000
Balance at 1 July					
General funds		1,023	1,023	1,023	1,023
Revaluation reserve		-	-	-	-
Other reserves		-	-	-	-
Taxpayers' Funds Opening Balance		1,023	1,023	1,023	1,023
Changes in Taxpayers' Funds					
Comprehensive income for the period		130	-	-	-
Repayment of surplus		(130)	-	-	-
Capital contribution		-	-	-	-
Capital withdrawal		-	-	-	-
Other		-	-	-	-
Total Changes in Taxpayers' Funds		-	-	-	-
Balance at 30 June					
General funds		1,023	1,023	1,023	1,023
Revaluation reserve		-	-	-	-
Other reserves		-	-	-	-
Taxpayers' Funds Closing Balance		1,023	1,023	1,023	1,023

Forecast Statement of Financial Position as at 30 June 2013

		2010/11	2011/12		2012/13
	Note	Actual \$000	In 2011 Budget \$000	Estimated Actual \$000	Budgeted \$000
Assets					
Current Assets					
Cash and cash equivalents		1,876	1,408	1,469	1,491
Debtors and other receivables		40	19	19	19
Prepayments		35	10	10	10
Inventories		-	-	-	-
Other current assets		-	-	-	-
Total Current Assets		1,951	1,437	1,498	1,520
Non-current Assets					
Property, plant and equipment		309	340	299	290
Intangible assets		14	17	20	20
Other non-current assets		-	-	-	-
Total Non-current Assets		323	357	319	310
Total Assets		2,274	1,794	1,817	1,830
Liabilities					
Current Liabilities					
Creditors and other payables		664	374	374	397
Repayment of surplus		130	-	-	-
Employee entitlements		342	326	326	332
Other current liabilities		46	-	23	-
Total Current Liabilities		1,182	700	723	729
Non-current Liabilities					
Provisions		-	-	-	-
Employee entitlements		69	71	71	78
Other non-current liabilities		-	-	-	-
Total Non-current Liabilities		69	71	71	78
Total Liabilities		1,251	771	794	807
Taxpayers' Funds					
General funds		1,023	1,023	1,023	1,023
Revaluation reserve		-	-	-	-
Other reserves		-	-	-	-
Total Taxpayers' Funds		1,023	1,023	1,023	1,023
Total Liabilities and Taxpayers' Funds		2,274	1,794	1,817	1,830

Statement of Forecast Cash Flows for the year ending 30 June 2013

	Note	2010/11	2011/12		2012/13
		Actual \$000	In 2011 Budget \$000	Estimated Actual \$000	Budgeted \$000
Cash Flows from Operating Activities					
Receipts from:					
Crown		6,230	6,239	6,335	6,108
Department(s)		150	92	289	-
Other		294	-	128	-
Interest		-	-	-	-
Payments to:					
Suppliers		(1,897)	(2,001)	(2,799)	(1,843)
Employees		(4,078)	(4,190)	(4,064)	(4,066)
Capital charge		(77)	(77)	(82)	(77)
Goods and services tax (net)		(82)	-	16	-
Other operating activities		-	-	-	-
Net Cash from Operating Activities	2	540	63	(177)	122
Cash Flow from Investing Activities					
Receipts from:					
Sale of property, plant and equipment		-	-	-	-
Sale of intangible assets		-	-	-	-
Sale of other non-current assets		-	-	-	-
Purchase of:					
Property, plant and equipment		(40)	(80)	(80)	(100)
Intangible assets		-	(20)	(20)	-
Other non-current assets		-	-	-	-
Net Cash from Investing Activities		(40)	(100)	(100)	(100)
Cash Flow from Financing Activities					
Capital contribution		-	-	-	-
Other financing cash inflows		-	-	-	-
Repayment of surplus		(60)	-	(130)	-
Capital withdrawal		-	-	-	-
Other financing cash outflows		-	-	-	-
Net Cash from Financing Activities		(60)	-	(130)	-
Net Increase / (Decrease) in Cash		440	(37)	(407)	22
Cash at the beginning of the year		1,436	1,445	1,876	1,469
Cash at the end of the year		1,876	1,408	1,469	1,491

Statement of Significant Assumptions

These forecast financial statements have been compiled on the basis of existing government policies and Ministerial expectations at the time the statements were finalised.

The main assumptions are as follows:

- The activities of the Ministry of Pacific Island Affairs will remain substantially the same as for the previous year.
- Personnel costs are based on 46 staff positions.
- Operating costs are based on historical experience. The general historical pattern is expected to continue.
- Estimated year end information for 2011/12 is used as the opening position for the 2012/13 forecasts.

These assumptions are adopted as at 27 April 2012.

Factors that could lead to material differences between the forecast financial statements and the 2011/12 actual financial statements include changes to the baseline budget through new initiatives, or technical adjustments.

Statement of Entity-Specific Accounting Policies

The Ministry of Pacific Island Affairs has applied the accounting policies set out in Statement of Accounting Policies Standard included in this document, except as stated below.

Reporting Entity

These are the prospective financial statements of Ministry of Pacific Island Affairs, prepared in accordance with section 38 of the Public Finance Act 1989.

Ministry of Pacific Island Affairs is a Government Department as defined by section 2 of the Public Finance Act 1989. For the purposes of financial reporting Ministry of Pacific Island Affairs is a public benefit entity.

Authorisation Statement

These forecast financial statements were authorised for issue by the Chief Executive of the Ministry for Pacific Island Affairs on 27 April 2012. The Chief Executive is responsible for the forecast financial statements presented, including the appropriateness of the assumptions underlying the forecast financial statements and all other required disclosure.

Specific Accounting Policies

Property, Plant and Equipment

All property, plant and equipment costing more than \$3,000 are capitalised and recorded at historical cost. Assets below \$3,000 can be capitalised as a group of assets when the benefits from them are expected to be received in more than one period.

Depreciation

The estimated useful lives of property, plant and equipment are set out below:

- Furniture and fittings - eight years.
- Office equipment - three to four years.
- Motor vehicles - four to five years.
- IT equipment - three to four years.

Notes to the Financial Statements

Note 1 - Operating Expenses

	2010/11	2011/12		2012/13
	Actual \$000	In 2011 Budget \$000	Estimated Actual \$000	Budgeted \$000
Operating Expenses Include:				
Consultants' fees	360	163	371	310
Overseas travel	5	3	5	5
Domestic travel	204	230	348	200
Other	1,573	1,540	1,939	1,554
Total	2,143	1,936	2,663	2,069

Note 2 - Reconciliation of Net Surplus to Net Cash Flows from Operating Activities

	2010/11	2011/12		2012/13
	Actual \$000	In 2011 Budget \$000	Estimated Actual \$000	Budgeted \$000
Net Surplus/(Deficit)	130	-	-	-
Add/(Less) Non-Cash Items:				
Depreciation & Amortisation Expense	124	108	104	109
Gains on Disposal of Property Plant & Equipment	-	-	-	-
Total Non Cash Items	124	108	104	109
Add/(Less) Movements in Working Capital Items				
(Inc)/Dec in Debtors and other receivables	(4)	4	21	-
(Inc)/Dec in Prepayments	(4)	-	25	-
Inc/(Dec) in Creditors and other payables	235	(62)	(411)	-
Inc/(Dec) in Employee Entitlements	59	13	84	13
Net Movement in Working Capital	286	(45)	(281)	13
Net Cash from Operating Activities	540	63	(177)	122